

FINANCIAL STATEMENTS AND
INDEPENDENT ACCOUNTANT'S REPORT

SUCCOR, INC.

DECEMBER 31, 2005

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 10/17/07

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PAILET, MEUNIER and LeBLANC, L.L.P.

Certified Public Accountants
Management Consultants

INDEPENDENT ACCOUNTANT'S REPORT

To the Board of Directors of
Succor, Inc.

We have compiled the accompanying statement of financial position of Succor, Inc. (a non-profit organization) as of December 31, 2005, and the related statement of activities, functional expenses, and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Pailet, Meunier and LeBlanc, L.L.P.

Metairie, Louisiana
September 6, 2007

3421 N. Causeway Blvd., Suite 701 • Metairie, LA 70002 • Telephone (504) 837-0770 • Fax (504) 837-7102



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SUCCOR, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31,

2005

ASSETS

Current Assets	
Cash in Bank	\$ <u>27,733</u>
Total Current Assets	<u>27,733</u>
Property and Equipment	
Machinery & Equipment	15,640
Accumulated Depreciation	<u>(1,804)</u>
Total Property and Equipment	<u>13,836</u>
Total Assets	\$ <u>41,569</u>

LIABILITIES AND NET ASSETS

Current Liabilities	
Payroll Taxes Payable	\$ <u>886</u>
Total Current Liabilities	<u>886</u>
Contingencies	
Net Assets	
Net Assets	<u>40,683</u>
Total Liabilities and Net Assets	\$ <u>41,569</u>

See accountant's report and notes to financial statements.

SUCCOR, INC.

STATEMENT OF ACTIVITIES

For the Year Ended December 31,

2005

UNRESTRICTED NET ASSETS

Unrestricted Revenues
Contributions

\$ 35,606

Total Unrestricted Revenues

35,606

Expenses

Program Services
Supporting Services

148,977

22,608

Total Expenses

171,585

Increase/(Decrease) in Unrestricted Net Assets

\$ (135,979)

Increase/(Decrease) in Net Assets

\$ (135,979)

Net Assets at Beginning of Year

176,662

Net Assets at End of Year

\$ 40,683

See accountant's report and notes to financial statements.

SUCCOR, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31,

		2005	
	Total	Program Services	Supporting Services
Advertising	\$ 775	\$ 775	\$ -
Production Expense	4,428	4,428	-
Sponsorship	15,000	15,000	-
Printing and Reproduction	3,935	3,542	393
Contract Labor	27,108	27,108	-
Gross Wages	49,219	41,757	7,462
Telephone	3,075	2,614	461
Postage and Delivery	2,028	1,724	304
Bookkeeping	1,250	-	1,250
Legal Fees	600	-	600
Consulting	44,600	38,976	5,624
Rent	4,600	4,140	460
Travel	4,676	4,208	468
Payroll Taxes	3,682	3,124	558
Office Expense	4,925	739	4,186
Depreciation	1,684	842	842
Total Expenses	\$ 171,585	148,977	\$ 22,608

See accountant's report and notes to financial statements.

SUCCOR, INC.

STATEMENT OF CASH FLOWS

For the Year Ended December 31,

	<u>2005</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Increase in Net Assets	\$ <u>(135,979)</u>
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation and amortization	1,684
(Increase) decrease in operating assets:	
Grants Receivable	-
Increase (decrease) in operating liabilities:	
Payroll Taxes Payable	(5,701)
Accrued Liabilities	-
Total adjustments	<u>(4,017)</u>
Net cash provided by operating activities	<u>(139,996)</u>
 CASH FLOWS FROM INVESTING ACTIVITIES:	
Cash payments for the purchase of property	<u>(14,440)</u>
Net cash provided by investing activities	<u>(14,440)</u>
Net increase in cash and equivalents	(154,436)
Cash and equivalents, beginning of year	<u>182,169</u>
Cash and equivalents, end of year	<u>\$ 27,733</u>

See accountant's report and notes to financial statements.

SUCCOR, INC.

NOTES TO FINANCIAL STATEMENTS

For the Year Ended December 31, 2005

NOTE A - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Succor, Inc. (the Organization) is a non-profit corporation organized to foster, protect and promote the public welfare, character and spiritual development by making donations for the public benefit and by engaging in charitable, educational and civic endeavors, by bringing about programs of an educational and economic value, and by cultivating the practice of volunteerism among its members.

The Organization is supported primarily through government cooperative endeavor agreements and does not engage in fundraising activities.

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. Any other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. At December 31, 2005, the Organization has no temporarily or permanently restricted net assets.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Property and Equipment

It is the Organization's policy to capitalize property and equipment with an expected life of three or more years and a cost of \$500 or more. Property and equipment are depreciated using the straight-line method over a five to ten year depreciable life.

SUCCOR, INC.

NOTES TO FINANCIAL STATEMENTS

For the Year Ended December 31, 2005

NOTE A - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Statement Presentation

The Organization has adopted Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Organization is required to report information regarding the financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As permitted by the statement, the Organization does not use fund accounting.

Contributions

The Organization has adopted SFAS No. 116, *Accounting for Contributions Received and Contributions Made*. Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions.

Income Taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Concentration of Credit Risk

The Organization occasionally maintains deposits in excess of federally insured limits. Statement of Financial Accounting Standards No. 105 identifies these items as a concentration of credit risk requiring disclosure, regardless of the degree of risk. The risk is mitigated by maintaining all deposits in high quality financial institutions.

SUCCOR, INC.

NOTES TO FINANCIAL STATEMENTS

For the Year Ended December 31, 2005

NOTE B - FINANCIAL ASSISTANCE

State of Louisiana Assistance

The Organization received a contribution from the Governor's Office of Urban Affairs to be used to defray the expenses of establishing and maintaining health and education initiatives which is the Organization's only program.

For the year ended December 31, 2005, the following contribution is reflected in the financial statements:

Contract Period July 1, 2005 through June 30, 2006

Succor, Inc. received a contribution in the amount of \$35,000. The entire contribution was recorded as income in 2005.

NOTE D - CONTINGENCIES

Concentration of Support

The Organization receives a substantial amount of its support from the State of Louisiana. A significant reduction in the level of this support, if this were to occur, may have an effect on the Organization's programs and activities. Approximately 98.3% of the Organizations support for the year ended December 31, 2005, came from the Governor's Office of Urban Affairs.

NOTE E - DESCRIPTION OF LEASING ARRANGEMENTS

Vernon Thomas

An agreement was entered into with Vernon Thomas, effective July 1, 2004, for the lease of office space in New Orleans, Louisiana. The term of the lease is for three years, expiring June 30, 2007.

Minimum lease payments are as follows:

2006	6,000
2007	<u>3,000</u>
Total	<u>\$ 9,000</u>

SUCCOR, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended December 31, 2005

Current Compilation not Completed Timely

The December 31, 2005 compiled financial statements of Succor, Inc. were not submitted to the Legislative Auditors within six (6) months after its fiscal year end. LSA-RS24:514 requires compilation reports to be completed and submitted to the State of Louisiana Legislative Auditor within six (6) months after year end.